



*Pacific Unified  
School District*

August 13, 2001

Marilyn A. Maxner, Chair  
Ray Lorenz, Foreman  
Grand Jury  
County of Monterey  
P.O. Box 414  
Salinas, CA 93902

RE: ADDENDUM TO THE RESPONSE TO THE 2000 MONTEREY COUNTY  
CIVIL GRAND JURY

Per your letter dated July 19, 2001, which we received July 23, 2001, the following represents an addendum to our response of February 6, 2001. The February 6<sup>th</sup> letter responded to the recommendations and this response is to the findings.

Finding #1 Pacific Unified School District has not used lottery funds for salaries. It is our intent not to use lottery money for salaries, provided that the state legislators properly fund school needs through other funding sources.

The California Department of Education recommends that lottery funds be used for non-recurring expenses, the actual use is left up to the local administration and elected school boards, since each district may have different needs.

Finding #2 The Grand Jury's finding that there was no evidence that any lottery education revenues were being spent for prohibited purposes in Monterey County, is a positive report.

Finding #3 Our district tracks lottery money in a separate sub fund, which is approved and monitored by the Monterey County Office of Education and audited annually by our independent CPA's.

Finding #4 The Cardenas Textbook Act of March 2000 only requires that 50% of new lottery revenue be used for textbooks, our district is now using 50% of all lottery funds for textbooks, since the state's Instructional Materials allotment has not kept pace with the increasing costs of textbooks and supplemental instructional materials. By using 50% of all lottery money and the state's small allowance for Instructional Materials, our district is determined to fully fund the state textbook adoptions as they occur.

Sincerely,

  
Brad Bailey  
Superintendent

C. Dr Bill Barr, County Superintendent of Schools  
Board of Trustees – Pacific Unified School District